## Congress of the United States

Washington, DC 20515

March 15, 2005

President George W. Bush The White House 1600 Pennsylvania Ave, N.W. Washington, D.C. 20500

Dear Mr. President:

As members of the Congressional Shipbuilding Caucus, we have become aware that the Department of Defense is considering whether to significantly alter the construction strategy for the Navy's next generation destroyer, DD(X). The present strategy contemplated by your 2006 budget request is to build the vessels in two shipyards, Northrop Grumman Ingalls of Pascagoula, Mississippi, and General Dynamics Bath Iron Works of Bath, Maine. The revised strategy being explored by the Department of Defense is to conduct a winner-take-all competition in 2005 between the two shipyards.

The practical effect of a winner-take-all competition is twofold. First, the program would likely be delayed to accomplish the competition, possibly resulting in the layoff of several thousand highly skilled employees and significantly increasing the cost of ongoing programs at both facilities. The U.S. shipbuilding industrial base has already endured a 75% reduction in employment during the past 15 years due to low rate production. Instability in the DD(X) program at this time could further exacerbate the permanent exodus of skilled men and women from the last remaining shipyards that produce our naval fleet.

Secondly, the losing offeror would likely exit the surface combatant market, forever limiting the ability of this Nation to construct destroyers and cruisers at any significant rate. With regard to Navy force structure, construction of surface combatants at single shipyard would impact the Navy's ability to maintain the quantity of warships stipulated by the fiscal year 2001 Quadrennial Defense Review. Further, it would also limit the number of warships that could be produced to support the force structure that will be defined by the ongoing Quadrennial Defense Review.

We believe that any decision to pursue a winner-take-all strategy for DD(X) is unwarranted, for there is no justification for this proposed action. Consequently, we ask that the DD(X) program be executed as contemplated by your 2006 budget request, with the current split of work planned for both shipyards in design and ship construction. With kind regards, we remain,

Sincerely yours,

Congressman Gene Taylor

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Congresswoman Jo Ann Davis

Cochairman

Congressman Christopher H. Smith	Helma D. Drake
Congressman C. A. Ruppersberge	Congressman Thaddeus McCotter
Voat Melan Congressman Gary L. Ackerman	Congressman Charles Pickering
Rondy Duly Cunningham Congressman Randy Cunningham	Congressman Thomas Allen
Congressman Stephen Lynch	Congressman John B. Larson  Congressman Steve J. Israel
Congressman James P. McGovern	Batt Gordon Congressman Bart Gordon
Congressman Mike McIntyre)	Congressman Dan Boren
Congression William J. Jefferson	Congressman Robert Brady
Congresspan Charlie Melancon	Susan Lavis Congresswoman Susan Davis

Songressman James I. Langevin	Congressian Roger Wicker
Congressman G. K. Butterfield	Congressman Robert Scott
Congressman Sherrod Brown	Congresswoman Rosa DeLauro
Constesswoman Stephanie Tubbs Jones	Copgresswoman Juanita Millender McDonald
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Congressman David Hobson	Fronk A. LoBiondo  Congressman Frank A. LoBiondo
Congressman Maurice Hinchey	Congressman im Ryan
Congressman Mike Ross	Congressman Patrick Kennedy
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Congressman Bennie Thompson

Congressman Gene Green

Congressplan Robert R. Simmons

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Congressman Kodney Alexander

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